

# Michigan Certificate of Need

COMPUTED TOMOGRAPHY (CT) SCANNERS INFORMAL WORKGROUP

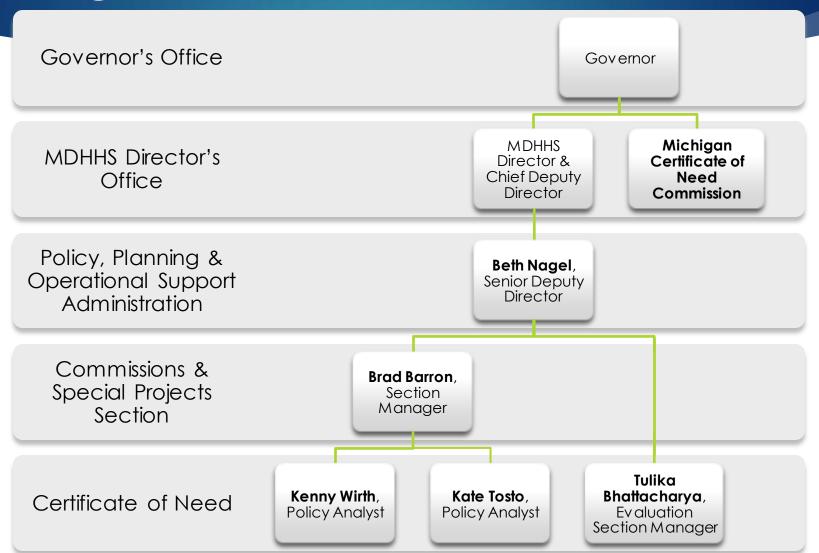
SEPTEMBER 29, 2022

### What is Certificate of Need?

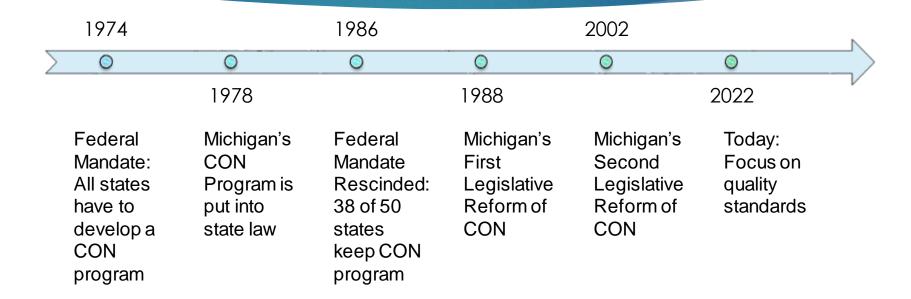
- A health service & equipment regulatory program
- Created by state law
- Intended to balance cost, quality and access by ensuring that only needed health services are developed in Michigan
- Administered by the Michigan Department of Health and Human Services
- Governor-appointed Commission develops and updates standards



## Organization



## Michigan Certificate of Need History





### What is Certificate of Need?

A healthcare provider must apply for a Certificate of Need in order to operate one of the 15 covered clinical services

CON Covered Clinical Services	
Air Ambulance Services (helicopters only)	Cardiac Catheterization Services
Computed Tomography (CT) Scanners	Hospital Beds
Magnetic Resonance Imaging (MRI)	Megavoltage Radiation Therapy (MRT)
Neonatal Intensive Care Units (NICU)	Nursing Home Beds
Open Heart Surgery Services	Positron Emission Tomography (PET) Scanners
Psychiatric Beds (Acute Inpatient)	Surgical Services
Transplant Services: Bone Marrow, Heart, Lung & Liver	Urinary Lithotripter Services (UESWL)



## Obtaining a Certificate of Need

- In order to be approved for a Certificate of Need in Michigan, a provider must:
  - Meet Michigan CON criteria outlined in the corresponding CON standard
  - Demonstrate "need" per the corresponding CON Standard
  - Agree to specific project delivery requirements
  - Agree to meet specific service volumes
  - Provide data to MDHHS regularly for the life of the service
  - Apply for another CON before specific changes are made to the service (relocation, replacement, acquisition, for example)
  - Understand that a CON can be revoked



## The Certificate of Need Review Standards

- Created and updated by CON Commission
- Must be updated at least every three years
- Are prospective (not retroactive)
- Contain specific requirements to initiate, replace, acquire, relocate (as necessary)
- Contain Project Delivery Requirements



## CON Standard Update Process

### Public Comment Period

• Every CON
Standard must be updated every three years. Each year, a public comment period is held to solicit input on changes, updates, issues, etc. for 1/3 of the standards

### Commission Special Meeting

- •Every January the CON Commission holds a special meeting to determine how each standard will be updated. The options are:
- 1) No updates necessary
- 2) Deregulate
- 3)Continue regulation with modifications to the standard

### Commission Options for Updating

- •To continue regulation and make updates, then the following options are explored:
- 1) Commission makes changes
- 2) Department drafts changes
- 3) An Informal Workgroup makes recommendations
- 4) A SAC makes recommendations



### INFORMAL WORKGROUPS

- Deliver recommendations to the CON Commission based on a specific "Charge"
- Composition
  - Anyone that attends may participate
- No set timeframe to complete work unless set by the Commission
- All meetings open to the public



### **COMPUTED TOMOGRAPHY (CT) SERVICES**

### INFORMAL WORKGROUP CHARGE

### Approved by the Certificate of Need (CON) Commission Chairperson as Delegated by the CON Commission on January 27, 2022

The CT Informal Workgroup is charged to review and recommend any necessary changes to the CT Services CON Standards regarding the following:

- 1. Consider adding abbreviation "CTE" to definition for "CT Equivalents" [Section 2(1)(j)].
- 2. Consider expanding definition for "CT Scanner" to further elaborate on what is not considered a CT Scanner (e.g., chiropractic use of dental CT scanners, cone beam CT scanners) [Section 2(1)(k)].
- 3. Consider adding language for lease renewal like Magnetic Resonance Imaging (MRI) Services [Section 5].
- 4. Consider adding language that would prohibit the withdrawal of a CT physician commitment during the review process like in Section 18 or MRI Services [Section 17].
- Consider any other technical changes from the Department, e.g., updates or modifications consistent with other CON review standards and the Michigan Public Health Code.

In its deliberations of the above-mentioned charges, the Informal Workgroup shall consider and report on how each recommendation addresses healthcare cost, quality and/or access in Michigan.

## Where did the Charge come from?

- Public Comment Period in October 2021
  - Acceptance of written comments/testimony by MDHHS on behalf of the Commission
  - Commission members and MDHHS staff review all comments/testimony received
  - Recommendations offered to the Commission by the Department
- CON Commission develops and approves the final charge to the workgroup



## Informal Workgroup Operations

- Operates using group consensus unless a decision can't be reached. If voting is necessary, then modified Roberts' Rules are followed. A majority of those in attendance and participating is considered a quorum for voting purposes.
- The Chair or a designee (workgroup member) appointed by the Chair can run the meeting. The Chair may ask for a volunteer to take meeting notes. There are no formal minutes kept by the Department.
- A written, interim workgroup report is provided to the Commission 3 months into the workgroup process.
- Final recommendations are made by the workgroup to the CON Commission. The workgroup chairperson presents a written report and/or final draft language.



## Informal Workgroup Recommendations Process

Review Charge and make a game-plan, determine needed resources/data

Deliberate – as a body or in subgroups Vote on Recommendations by Consensus End Product: Report to the Commission & Draft Language



Michigan Department of Health & Human Services

## After the Informal Workgroup...

- Recommendations presented to the Commission
- Commission may:
  - Accept the Recommendations
  - Make modifications
  - Reject the Recommendations
- ▶ If changes to the Standard are to be made, then:



### Certificate of Need

MDHHS > Doing Business with MDHHS > Health Care Providers > Certificate of Need

- How Do I?
- (+) Online Tools
- (+) Find It Now

#### What's New?

#### Capital Expenditure Threshold for 2022

The capital expenditure threshold is indexed annually by the Department based on the Consumer Price Index. The threshold effective January 1, 2022, is \$3,492,500 for clinical service areas.

Instructions for using e-Serve with Internet Explorer 10

### Certificate of Need Commission

2022 Michigan CON Meetings

Standard Advisory Committees (SAC)

Informal Workgroups

Commission Overview and Members

Resource Documents

2022 Commission Minutes, Public Testimony, and Transcripts

New Medical Technology Advisory Committee (NEWTAC)

Meetings, Minutes, Public Testimony, and Audio by Calendar Year



### CON Informal Workgroups

MDHHS > Doing Business with MDHHS > Health Care Providers > Certificate of Need > Certificate of Need Commission > Informal Workgroups

About CON Informal Workgroups: Pursuant to MCL 333.22215, the CON Commission may form a Standard Advisory Committee or determine other ways to get input in the form of professional and technical assistance or advice. Often in these circumstances, the CON Commission will decide to form a workgroup to address specific issues in any one of the CON Review Standards. The workgroups are informal, meaning that the workgroup proceedings are open to the public and anyone can participate in the discussion. A workgroup chair is selected and a detailed workgroup charge is created by the CON Commission, often these tasks are delegated to the Chair of the CON Commission. The workgroup chair will provide the CON Commission with updates on the workgroup's progress and will present the final recommendations back to the CON Commission.

#### Computed Tomography (CT) Workgroup

#### **Charge**

Scheduled Meetings:

- 9.29.22
- 10.27.22
- 11.17.22
- 12.15.22

### Nursing Home/Hospital Long-Term Care Unit (NH-HLTCU) Workgroup

#### <u>Charge</u>

Scheduled Meetings:

- 9.8.22
- 10.6.22
- 11.10.22



### Questions?

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